

FISCAL NOTE

TO: Chief Clerk of the Senate
Chief Clerk of the House

FROM: James A. Davenport, Executive Director

DATE: March 13, 1996

SUBJECT: **SB 2268 - HB 2742**

This bill, if enacted, will require that each application for a license or renewal of a license of a motor vehicle dealer shall be accompanied by evidence that such dealer has a surety bond in the amount of \$50,000 in force. Current law requires a surety bond of \$25,000.

The bill also requires that each application or renewal of a license of a motor vehicle salesperson shall be accompanied by evidence that such salesperson has a surety bond in the amount of \$25,000.

The fiscal impact from enactment of this bill is estimated to be an increase in state expenditures to the Department of Commerce and Insurance to monitor the bond requirement for motor vehicle salespersons. However, such increase is estimated to be not significant.

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director